



Iowa Department of Transportation

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December 4, 2006

TO: Michael E. Marshall, Secretary of the Senate
Margaret A. Thomson, Chief Clerk of the House

FROM: Nancy J. Richardson, Director *NJR*

RE: FY06 Biodiesel Fuel Revolving Fund Expenditures Report

The Seventy-ninth General Assembly of the State of Iowa, 2001 Regular Session, passed Senate File 465 which was signed by the Governor on April 19, 2001. This act created the biodiesel fuel revolving fund (Fund) to be used to purchase biodiesel fuel for use in the Department of Transportation's (DOT) vehicles. The act directed that the Fund receive money from the sale of EPA credits banked by the DOT on the effective date of the act, moneys appropriated by the General Assembly, and any other moneys obtained or accepted by the DOT for deposit in the Fund. The act also directed the DOT to submit an annual report not later than January 31 of the expenditures made from the Fund during the preceding fiscal year. This is the fifth annual report under the act.

In FY06, the DOT purchased from the Fund 48,599 gallons of neat soy oil for \$98,918, or an average of \$2.035 per gallon. This yielded 242,995 gallons of B 20, which is 20 percent biodiesel by volume. At the end of FY06, the Fund had an unobligated balance of \$28,059 available for continued biodiesel purchases.

If you have any questions about this information, please let me know or contact the Director of the Office of Procurement and Distribution, at 515-239-1315.

NJR:jks

cc: Carol Coates, Office of Procurement and Distribution